Health Services and Development Agency Communique

A MONTHLY PUBLICATION OF THE HEALTH SERVICES AND DEVELOPMENT AGENCY

Frost Building, Third Floor 161 Rosa L. Parks Boulevard Nashville, TN 37243 615.741.2364

MARCH

2013

For Meeting verification/change or agenda information, please call the Agency Office or check our website at www.tn.gov/hsda

HEALTH SERVICES & DEVELOPMENT AGENCY

Tennessee Department of Health
Division of Policy, Planning and Assessment
Health Statistics --- 615.741.1954

Tennessee Department of Mental Health and Substance Abuse Services
Office of General Counsel --- 615.532.6520 or
Main Office --- 615.532.6500

Office Hours are 8:00 a.m. to 4:30 p.m., Central Time, Monday through Friday

CALENDAR

The Health Services and Development Agency will be closed in 2013 on the following days:

Tuesday, January 1 – New Year's Day Monday, January 21 – Martin Luther King Day Monday, February 18 – President's Day Friday, March 29 – Good Friday Monday, May 27 – Memorial Day Thursday, July 4 – Independence Day Monday, September 2 – Labor Day

- * Monday, October 14 Columbus Day "substituted for the day after Thanksgiving at the Governor's discretion."

 Monday, November 11 Veteran's Day
 Thursday, November 28 Thanksgiving Day

 * Friday, November 29 substituted for Columbus Day
- * Friday, November 29 substituted for Columbus Day Wednesday December 25 – Christmas Day

	2012 REVIEW CYCLE				
	Publication Dates-		HSDA	* End of	
2012 Cycle	Letter of Intent	Application	Meeting Dates	Appeal Period	
December 2012	11/01/12-11/10/12	5 days after Publication	02/27/13	03/13/13	
	2013 REVIEW CYCLE				
	Publication Dates-		HSDA	* End of	
2013 Cycle	Letter of Intent	<u>Application</u>	Meeting Dates	Appeal Period	
January 2013	12/01/12-12/10/12	5 days after Publication	03/27/13	04/11/13	
February 2013	01/01/13-01/10/13	"	04/24/13	05/09/13	
March 2013	02/01/13-02/10/13	"	05/22/13	06/06/13	
April 2013	03/01/13-03/10/13	"	06/26/13	07/11/13	
May 2013	04/01/12-04/10/13	"	07/24/13	08/08/13	
June 2013	05/01/12-05/10/13	"	08/28/13	09/05/13	
July 2013	06/01/12-06/10/13	"	09/25/13	10/10/13	
August 2013	07/01/12-07/10/13	"	10/23/13	11/07/13	
September 2013	08/01/12-08/10/13	"	11/20/13	12/05/13	
October 2013	09/01/12-09/10/13	"	12/18/13	01/02/14	
November 2013	10/01/12-10/10/13	"	01/22/14	02/06/14	
December 2013	11/01/12-11/10/13	"	02/26/14	03/13/14	

In the event that the last appropriate filing date falls on a Saturday, Sunday, or legal holiday, such filing should occur on the *preceding* business day.

STATE OF TENNESSEE POLICY OF NON-DISCRIMINATION

PURSUANT TO THE STATE OF TENNESSEE'S POLICY OF NON-DISCRIMINATION, THE HEALTH SERVICES AND DEVELOPMENT AGENCY DOES NOT DISCRIMINATE ON THE BASIS OF RACE, SEX, RELIGION, COLOR, NATIONAL OR ETHNIC ORIGIN, AGE, DISABILITY OR MILITARY SERVICE IN ITS POLICIES OR IN THE ADMISSION OR ACCESS TO, OR TREATMENT OR EMPLOYMENT IN, ITS PROGRAMS, SERVICES OR ACTIVIES.

EQUAL EMPLOYMENT OPPORTUNITY/AFFIRMATIVE ACTION INQUIRIES OR COMPLAINTS SHOULD BE DIRECTED TO THE HEALTH SERVICES AND DEVELOPMENT AGENCY, FROST BUILDING, THIRD FLOOR, 161 ROSA L. PARKS BOULEVARD, NASHVILLE, TN 37243. TELEPHONE NO.: 615/741-2364. ADA INQUIRIES OR COMPLAINTS SHOULD BE DIRECTED TO THE HEALTH SERVICES AND DEVELOPMENT AGENCY'S ADA COORDINATOR: JAMES CHRISTOFFERSEN, HEALTH SERVICES AND DEVELOPMENT AGENCY, FROST BUILDING, THIRD FLOOR, 161 ROSA L. PARKS BOULEVARD, NASHVILLE, TN 37243. TELEPHONE NO.: 615/741-2364.

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^{*} Appeal deadline is 15 days after meeting date

HEALTH SERVICES AND DEVELOPMENT AGENCY MEETINGS

THSDA Meetings are scheduled to be held at 8:30 a.m. CDT/CST at the following locations:

March - May

AT&T Tower
Main Auditorium
333 Commerce Street
Nashville, TN

June - December

Legislative Plaza
Room 12
Sixth Avenue North & Union Street
Nashville, TN

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* Meeting locations are subject to change

** All meetings of the Health Services and Development Agency are
posted on the Agency's website at www.tn.gov/hsda

EXECUTIVE DIRECTOR'S ANNOUNCEMENTS:

PLEASE NOTE:

In order that the Agency members may have sufficient time to review the meeting packet, please submit all support, rebuttal and comments for matters on the Agency's agenda no later than noon (Central Time) on the thirteenth day before the meeting at which that matter will be Heard. The parties are encouraged to provide 27 copies. In accordance with T.C.A., Section 68-11-1609(g)(1), any health care institution wishing to oppose a Certificate of Need application must file a written objection with the Agency and serve a copy on the applicant no later than fifteen days before the agency meeting he time the application is originally scheduled.

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RESULTS OF APPLICATIONS HEARD AT THE FEBRUARY MEETING

Select Specialty Hospital - Nashville, Inc. 2000 Hayes Street, Suite 1502 Nashville (Davidson County), TN 37203 CN1210-053

Contact Person: E. Graham Baker, Jr., Esq.

Phone: 615-383-3332

DEFERRED FROM JANUARY MEETING

APPROVED

The addition of thirteen (13) long term acute beds to Select Specialty Hospital-Nashville. Estimated Project Cost is \$3,485,811.00.

The Center for ENT, Laser & Cosmetic Surgery, LLC 310 Colloredo Blvd., Suite B Shelbyville (Bedford County), TN 37160 CN1210-054

Contact Person: E. Graham Baker, Jr., Esq.

Phone: 615-370-3380

DENIED

The addition of orthopedic and podiatry surgery to the existing surgery center which is limited to ENT, plastic, and opthalmic procedures. Estimated project cost is \$93,000.00.

HMA Fentress County Hospital, LLC d/b/a Jamestown Regional Medical Center 436 Central Avenue West Jamestown (Fentress County), TN 38556 CN1211-055

Contact Person: Melanie B. Robinson, Regional Director,

Planning

Phone: 865-632-5604 **APPROVED** The conversion of six (6) existing acute care hospital beds to swing beds. The initiation of the swing bed service will not affect the licensed bed complement of the hospital. No other services will be initiated or discontinued, and no major medical equipment is requested. No facility renovations are required for this project. Estimated project cost is \$30,677.00.

Metro Knoxville HMA, LLC d/b/a Tennova Healthcare, North Knoxville Medical Center 7565 Dannaher Drive Powell (Knox County), TN 37849 CN1211-056

Contact Person: Jeffrey D. Potter, Sr. Vice President Phone: 865-632-5605

APPROVED

The initiation of diagnostic cardiac catheterization services. The project involves construction and equipping of shell space within the hospital to serve as a dual cardiac catheterization/vascular lab, support areas for the lab, expanded waiting room, and additional pre-operative and post-operative space. No inpatient beds are involved in this project. Estimated project cost is \$4,377,421.00.

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RESULTS OF APPLICATIONS HEARD AT THE FEBRUARY MEETING

Baptist Memorial Hospital-Tipton d/b/a Baptist Center for Cancer Care 50 Humphreys Boulevard Memphis (Shelby County), TN 38120 CN1211-057

Contact Person: Arthur Maples, Director Strategic Analysis

Phone: 615-227-4137 **APPROVED**

Baptist Memorial Hospital for Women 6225 Humphreys Blvd. Memphis (Shelby County), TN 38120 CN1211-058 Contact Person: Arthur Maples, Director Strategic Analysis

Phone: 901-227-4137 **APPROVED**

The relocation of Baptist Center for Cancer Care (BCCC) from its approved site at 1238 and 1280 South Germantown Parkway, Germantown (Shelby County), TN 38138 to the building known as The Shops of Humphreys Center at 50 Humphreys Boulevard, Memphis (Shelby County), TN 38120. The proposed new location also includes space conveniently located in nearby buildings at 80 Humphreys Center and 6029 Walnut Grove Road. The Cancer Center project includes the relocation of a positron emission tomography (PET/CT) unit, initiation of linear accelerator services, and acquisition of major medical equipment and related assets currently owned and operated by Baptist Memorial Hospital-Memphis (BMHM). The project involves relocating from BMHM two (2) linear accelerators and other radiation oncology equipment along with the CyberKnife linear accelerator. One (1) of the existing linear accelerators to be relocated from BMHM will be replaced when installed at the BCCC. The PET/CT unit to be relocated to BCCC will be a replacement of the BMHT PET/CT currently located at 1945 Wolf River Blvd., Germantown (Shelby County), TN 38138. The hospital total Cancer Center space is approximately 153,200 square feet. The project does not involve the addition of beds or any service for which a Certificate of Need is required. Estimated project cost is \$84,834,200.00.

The construction of an Emergency Department dedicated for pediatric patients and the initiation of Magnetic Resonance Imaging (MRI) services on the Baptist Women's campus. The project will involve 37,500 square feet of new construction. The project does not involve the addition of beds or any other service for which a Certificate of Need is required. Estimated project cost is \$14,105,241.00.

GENERAL COUNSEL'S REPORT

Vanderbilt Health Services d/b/a Vanderbilt Maury Radiation Oncology LLC Unaddressed intersection of Saturn Pkwy. & Port Royal Rd. Spring Hill (Maury County), TN CN1012-053A

Contact Person: Ronald W. Hill, Vice President Strategic

Development

Phone: 615-936-6012 **APPROVED**

Surgery Center of Lebanon 101 Physicans Way Lebanon (Wilson County), TN CN0906-036A Contact Person: Keith Bolton, CEO

Phone: 931-801-2558 **APPROVED**

Request for a six month extension of the expiration date from April 1, 2013 to October 1, 2013. This project was approved on March 23, 2011, by a vote of 11-0, for the relocation of the previously approved but unimplemented CON for the establishment a single specialty ASTC limited to the initiation of megavoltage radiation therapy services, including the acquisition of a linear accelerator with an estimated project cost of \$7,980,617.00. On July 25, 2012, a change of control was approved, by a vote of 10-0, by which VUMC's ownership share would change from 50% to 40% and Maury Regional Medical Center would change from 50% to 60%.

Request for a six month extension of the expiration date from March 14, 2013 to October 14, 2013. This project was approved on April 28, 2010, by a vote of 9-0, for the establishment of an ambulatory surgical treatment center (ASTC) with three (3) operating rooms, and one (1) procedure room with an estimated project cost of \$4,376,825.00. University Medical Center appealed the approval of the CON, and voluntarily dismissed its appeal after nine (9) months; which extended the expiration date of the CON.

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APPLICATIONS TO BE HEARD AT THE MARCH MEETING

Baptist Memorial Rehabilitation Hospital 1238 and 1280 South Germantown Parkway Germantown (Shelby County), TN 38138 CN1212-061

Contact Person: Arthur Maples, Director Strategic Analysis

Phone: 901-227-4137

NHC at Indian Path, LLC 2300 Pavilion Drive Kingsport (Sullivan County), TN 37660-4622 CN1212-059 Contact Person: Bruce K. Duncan, Asst. Vice President Phone: 615-890-2020

DEFERRED TO THE MAY MEETING

Establishment of a forty-nine (49) bed inpatient rehabilitation If approved, Baptist Rehabilitation Hospital-Germantown will delicense its forty-nine (49) bed inpatient rehabilitation unit. Estimated project cost is \$33,167,900.00.

The replacement and relocation of the twenty-two (22) bed Indian Path Medical Center Transitional Care Unit and the addition of thirty (30) new Medicare certified skilled nursing home beds. The facility will relocate from Indian Path Medical Center at 2000 Brookside Drive to 2300 Pavilion Drive, Kingsport (Sullivan County), TN. The new facility will be licensed as NHC at Indian Path and will contain fifty-two (52) Medicare-only (skilled) nursing home beds. Estimated project cost is \$10,385,615.00.

GENERAL COUNSEL'S REPORT

Chattanooga-Hamilton County Hospital Authority d/b/a Erlanger North Hospital Chattanooga (Hamilton County), TN 37415 CN1012-056A Contact Person: Joseph Winick, Sr. Vice-President,

Strategic Planning

Phone: 423-778-8088

This project was approved by a 9-0 vote at the March 23, 2011 Agency meeting for the establishment of a nursing home by converting thirty (30)* acute care hospital beds to skilled nursing beds as well as the initiation of skilled nursing services. The estimated project cost was \$1,477,052.00.

* These beds were subject to the 125 Nursing Home Bed Pool for 2010-2011.

Request for: 1) Twelve (12) month extension of the expiration date from May 1, 2013 to May 1, 2014; and 2) Change of control (change of ownership) of the unimplemented certificate of need to establish a new nursing home, as permitted by T.C.A. §16-11-1620(b) with the Agency's approval, from Chattanooga-Hamilton County Hospital Authority d/b/a Erlanger North Hospital to Mature Care Transitional Unit, L.L.C. (affiliated with Standifer Place).

The University of Tennessee Medical Center Knoxville (Knox County), TN 37920 CN0912-056A Contact Person: Jerry W. Taylor, Esq. Phone: 615-782-2228

Request for a twenty-four (24) month extension of the expiration date from May 1, 2013 to May 1, 2015: This project was approved at the March 24, 2010 Agency meeting for the interior build out of approximately 47,428 square feet of shelled-in space, being the 3rd and 4th floors of the new hospital wing authorized by CN0801-004A. The built out space will house patient rooms for cardiology and cardiothoracic patients, and is located on the main campus of UTMC. The estimated project cost was \$13,941,818.00.

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APPLICATIONS TO BE HEARD AT THE APRIL MEETING

There were no applications deemed complete on January 31, 2013. Therefore, no applications will enter into the February review cycle for the **April 24, 2013** Health Services and Development Agency Meeting.

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APPLICATIONS TO BE HEARD AT THE MAY MEETING

Tennessee Orthopedic Alliance, P.A. 3000 Charlotte Avenue Nashville (Davidson County), TN 37210 CN1302-004 Contact Person: Jerry W. Taylor, Esq. Phone: 615-782-2228 CONSENT CALENDAR

The relocation of two (2) MRI units from the current location of 301 21st Avenue North to 3000 Charlotte Avenue, Nashville (Davidson County), TN. The proposed service area is Davidson County. The estimated project cost is \$2,418,133.00.

NHC at Indian Path, LLC 2300 Pavilion Drive Kingsport (Sullivan County), TN 37660-4622 CN1212-059 Contact Person: Bruce K. Duncan, Asst. Vice President

Phone: 615-890-2020
DEFERRED FROM MARCH **MEETING**

Select Specialty Hospital-Memphis 5959 Park Avenue Memphis (Shelby County), TN 38119 CN1212-062 Contact Person: John L. Wellborn, Consultant Phone: 615-665-2022

The replacement and relocation of the twenty-two (22) bed Indian Path Medical Center Transitional Care Unit and the addition of thirty (30) new Medicare certified skilled nursing home beds. The facility will relocate from Indian Path Medical Center at 2000 Brookside Drive to 2300 Pavilion Drive, Kingsport (Sullivan County), TN. The new facility will be licensed as NHC at Indian Path and will contain fifty-two (52) Medicare-only (skilled) nursing home beds. Estimated project cost is \$10,385,615.00.

The addition of twenty-eight (28) long term acute beds to the existing thirty-nine (39) bed facility, located in leased space at St. Francis Hospital, 5959 Park Avenue, Memphis (Shelby County), TN. Select Specialty will also add ten (10) beds under the statutory exemption available to hospitals with less than 100 beds found at TCA § 68-11-107(g) for a total licensed bed complement of seventy-seven (77) long term acute care beds. If the additional twenty-eight (28) beds are approved, St. Francis Hospital will reduce its license by twenty-eight (28) beds. The estimated project cost is \$6.898,392.00 beds. The estimated project cost is \$6,898,392.00.

Spinal Health Care Associates, P.C. 8132 Cordova Road, Suite 101 Cordova (Shelby County), TN 38106 CN1212-060 Contact Person: E. Graham Baker Jr., Esq. Phone: 615-370-3380

The establishment of a specialty ASTC providing only manipulation under anesthesia (MUA) services in one (1) procedure room in Cordova (Shelby County), TN. The estimated project cost is \$472,667.00.

Lite House, LLC 570 State Street Cookeville (Putnam County), TN 38501 CN1301-001 Contact Person: Connie Mitchell, President Phone: 931-881-6417

The establishment of a ten (10) bed residential hospice. The estimated project cost is \$600,000.00.

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APPLICATIONS TO BE HEARD AT THE MAY MEETING

Surgery Center of Lebanon Unaddressed site at the intersection of Blair Lane Lebanon (Wilson County), TN 37087 CN1302-003

Contact Person: Keith Bolton, CEO Phone: 931-801-2558

The relocation of an approved but unimplemented certificate of need (CN0906-036) for a multi-specialty surgery center from 101 Physicians Way to an unaddressed site on the east side of Blair Lane, Lebanon (Wilson County), TN. The proposed service area is Wilson, Trousdale and Macon counties. The estimated project cost is \$2,212,467.00.

Hendersonville Medical Center 355 New Shackle Island Road Hendersonville (Sumner County), TN 37075 CN1302-002

Contact Person: John L. Wellborn Phone: 615-665-2022

The construction of a new 4th floor of medical/surgical beds and the initiation of neonatal intensive care services in a new 6and the initiation of neonatal intensive care services in a new 6-bed level II-B neonatal nursery on the main campus of Hendersonville Medical Center located in Hendersonville (Sumner County), TN. The hospital currently holds a single consolidated licensed for 148 general hospital beds, of which 110 are at its main Hendersonville campus and 38 are at its satellite campus at 105 Redbud Drive, Portland (Sumner County), TN. The project will relocate 13 beds from the satellite campus to the main campus, resulting in 123 licensed beds at the Hendersonville campus and 25 licensed beds at the beds at the Hendersonville campus and 25 licensed beds at the Portland satellite campus. The proposed service area is Sumner, Robertson and Davidson counties. The estimated project cost is \$32,255,000.00.

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FACILITY	DOCKET #	DESCRIPTION	Meeting <u>Date</u>
Baptist Memorial Hospital-Huntingdon Huntingdon, Carroll County CN1205-021A	25.00-118927J	Appeal of Approval of CON	9/26/2012
Critical Nurse Staffing, Inc. Oak Ridge, Anderson County CN1210-049D	T.B.A.	Appeal of Denial of CON	1/23/2013
East Tennessee Radiation Therapy Services Knoxville, Knox County CN1108-030A	25.00-115208J	Appeal of Approval of CON	12/14/2011
HealthSouth Rehabilitation Hospital of Williamson County Franklin, Williamson County CN1012-059A	25.00-111868J	Appeal of Approval of CON	3/23/2011
Middle Tennessee Rehabilitation Hospital, LLC Franklin, Williamson County CN1012-055D	25.00-111868J	Appeal of Denial of CON	3/23/2011
Southern Sports Surgery Center Hendersonville, Sumner County CN1204-019A	25.00-118928J	Appeal of Approval of CON	9/26/2012

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NOTES:

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Health Services and Development Agency Members

D. Lynn Johnson (Consumer, Speaker of the House)

Charlotte C. Burns (Hospital)

Claudia H. Byrd (Consumer, Speaker of the Senate)

Robert Doolittle (Consumer, Governor)

Barrett G. Haik, M.D. (Physician)

Thom Mills (Home Care)

William Southwick
(Ambulatory Surgical Treatment Centers)

James L. Wright (Nursing Home)

Keith Gaither, Designee for Director of TennCare Darin J. Gordon

Lisa Jordan, Designee for Commerce & Insurance Commissioner Julie Mix McPeak

> Elisha Hodge, Designee for Comptroller Justin Wilson

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